

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 462 – HB 552

April 1, 2013

SUMMARY OF ORIGINAL BILL: Requires any change to the debt structure of any debt issued by a local government entity to be approved by the Comptroller of the Treasury (COT) prior to being refunded, renewed, extended, or otherwise changed. Requires the COT to approve any debt prior to issuance by a local government entity. Requires the State Funding Board to establish guidelines for such approvals.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$205,800

SUMMARY OF AMENDMENT (006158): Deletes all language after the enacting clause. Directs the State Funding Board to study the need and cost for additional oversight by the state in the issuance, restructure, and refinance of debt by local government and local government instrumentalities and report any findings and recommendations to the General Assembly no later than February 15, 2014.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumption for the bill as amended:

- According to the Comptroller of the Treasury, any cost associated with conducting this study can be accommodated within existing resources without an increased appropriation or a reduced reversion.

SB 462 – HB 552

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jrh